

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 1008 - SB 1449

March 11, 2011

SUMMARY OF BILL: Increases, from \$200 to \$10,000, the maximum reasonable fee authorized to be charged by the Commissioner of Revenue for issuing expedited revenue rulings. Increases, from \$200 to \$500, the maximum reasonable fee authorized to be charged by the Commissioner for the issuance of all other revenue letters or rulings. Establishes procedures for which parties can request expedited revenue rulings.

ESTIMATED FISCAL IMPACT:

Increase State Revenue - \$12,100

Assumptions:

- According to the Department of Revenue (DOR), the Department currently charges \$200 to issue revenue letters or rulings.
- DOR indicates that the Department issued a total of 50 revenue letters and rulings during FY10-11. This number is assumed to remain constant in subsequent years.
- DOR increases the fee for expedited revenue rulings to \$2,500 and increases the fee for all other revenue rulings and letters to \$400.
- One request for an expedited revenue ruling each year.
- The increase in state revenue will be \$12,100 [(49 revenue letters and rulings x \$200 fee increase) + (1 expedited ruling request x \$2,300 fee increase)].
- Any increase in state expenditures for DOR to comply with procedures for which parties request expedited revenue rulings will not be significant and can be accommodated within existing resources without an increased appropriation or a reduced reversion.

HB 1008 - SB 1449

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" written in a smaller, more compact script than the last name "White".

James W. White, Executive Director

/rnc